BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

HESS MICROGEN, LLC'S		ONTES	D 2: 49	Ö
Instituting a Proceeding to Investigate Competitive Bidding for New Generating Capacity in Hawaii))))	PUBLIC UTII	2005 APR 28	
In the Matter of the PUBLIC UTILITIES COMMISSION))) DOCI	KET NO. 03-03	372	

RESPONSES TO HAWAII RENEWABLE ENERGY ALLIANCE'S INFORMATION REQUESTS TO PRELIMINARY STATEMENT OF POSITION

and

CERTIFICATE OF SERVICE

SANDRA-ANN Y.H. WONG ATTORNEY AT LAW 1050 Bishop Street, #514 Honolulu, Hawaii 96813 Tel. No. (808) 537-2598

Attorney for Hess Microgen, LLC

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of the)	
PUBLIC UTILITIES COMMISSION) DOCKET NO. 03-03	372
Instituting a Proceeding to)	
Investigate Competitive Bidding for)	
New Generating Capacity in Hawaii)	

TO THE HONORABLE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII:

HESS MICROGEN, LLC ("Hess") hereby respectfully submits its Responses to Hawaii Renewable Energy Alliance's Information Requests to Preliminary Statement of Position in the above-referenced Docket to the Hawaii Public Utilities Commission ("Commission") pursuant to the Commission's Order No. 21575.

Respectfully submitted.

DATED: Honolulu, Hawaii, April 28, 2005

SANDRA-ANN Y.H. WONG

Lundra My. D. Way

Attorney for Intervenor Hess Microgen, LLC

Hess Microgen ("Hess") Responses to Information Request from Hawaii Renewable Energy Alliance ("HREA") based on Hess' Preliminary Statement of Position:

<u>HREA-HESS-IR-1</u>. Does Hess support HREA's proposed Model 1 (Competition Based on Utility Proposal) and/or Model 2 (Open Competition with IPPs Only), as discussed on pages 10 to 12 of our PSOP?

Response: It is too premature for Hess to comment on either proposal. Hess would support a fair and timely competitive bidding system that would allow it to offer its combined heat and power units to whoever installs customer sited generation, whether its is the utility, a utility affiliate, or some other third party entity.

HREA-HESS-IR-2. Does Hess support a mechanism whereby fuel price & volatility and supply risks are NOT born solely by the ratepayer? If so, does Hess have a proposal for creating such a mechanism?

Response: Currently, Hess takes no position in regards to this issue.

<u>HREA-HESS-IR-3</u>. Does the COK support HREA's recommendations for improving IRP as described on pages 16 to 19 in our PSOP?

Response: Hess assumes that this IR was meant for the County of Kauai.

CERTIFICATE OF SERVICE

I hereby certify that I have this date served copies of Hess Microgen, LLC's Responses to Hawaii Renewable Energy Alliance's Information Requests to Preliminary Statement of Position upon the following parties, by causing copies hereof to be mailed, postage prepaid, and properly addressed to each such party as follows:

DIVISION OF CONSUMER ADVOCACY

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS

335 Merchant Street, Room 326

Honolulu, HI 96809

THOMAS W. WILLIAMS, JR. ESQ.

PETER Y. KIKUTA, ESQ.

Goodsill, Anderson, Quinn & Stifel

Alii Place, Suite 1800

1099 Alakea Street

Honolulu, HI 96813

WILLIAM A. BONNET

VICE PRESIDENT, GOVERNMENT AND COMMUNITY AFFAIRS

HAWAIIAN ELECTRIC COMPANY, INC.

HAWAII ELECTRIC LIGHT COMPANY, INC.

MAUI ELECTRIC COMPANY, LIMITED

P.O. Box 2750

Honolulu, HI 96840

PATSY H. NANBU 1 copy HAWAIIAN ELECTRIC COMPANY, INC. P.O. Box 2750 Honolulu, HI 96840

2 copies

KENT D. MORIHARA, ESQ.
MICHAEL H. LAU, ESQ.
841 Bishop Street, Suite 400
Honolulu, HI 96813

H.A. DUTCH ACHENBACH JOSEPH MCCAWLEY MICHAEL YAMANE KAUAI ISLAND UTILITY CO-OP 4463 Pahe'e Street Lihue, Kauai, HI 96766	1 сору
BRIAN T. MOTO, CORPORATION COUNSEL County of Maui Department of the Corporation Counsel 200 S. High Street Wailuku, HI 96793	1 сору
CINDY Y. YOUNG, DEPUTY CORPORATION COUNSEL County of Maui Department of the Corporation Counsel 200 S. High Street Wailuku, HI 96793	1 copy
KALVIN K. KOBAYASHI, ENERGY COORDINATOR County of Maui Department of Management 200 S. High Street Wailuku, HI 96793	1 сору
WARREN S. BOLLMEIER II, PRESIDENT Hawaii Renewable Energy Alliance 46-040 Konane Place, #3816 Kaneohe, HI 96744	1 copy
JOHN CROUCH Box 38-4276 Waikoloa, HI 96738	1 copy
RICK REED Inter Island Solar Supply 761 Ahua Street Honolulu, HI 96819	1 сору
CHRISTOPER S. COLMAN Deputy General Counsel Amerada Hess Corporation One Hess Plaza Woodbridge, NJ 07095	1 copy

LANI D. H. NAKAZAWA, ESQ. Office of the County Attorney County of Kauai 4444 Rice Street, Suite 220 Lihue, HI 96766

2 copies

1 copy

GLENN SATO, ENERGY COORDINATOR c/o Office of the County Attorney County of Kauai 4444 Rice Street, Suite 220 Lihue, HI 96766

DATED: Honolulu, Hawaii, April 28, 2005

SANDRA-ANN Y.H. WONG

Sundra. Mr Y. H. Wang

Attorney for Intervenor Hess Microgen, LLC